

**TENNESSEE GENERAL ASSEMBLY
FISCAL REVIEW COMMITTEE**



FISCAL NOTE

SB 1510 - HB 1608

March 30, 2009

SUMMARY OF BILL: Authorizes state licensing of out-of-state wineries. The purchaser of wine from a licensed winery would be authorized to transport into and within Tennessee up to five cases or 60 liters of wine per day. Authorizes the Alcoholic Beverage Commission to impose inspection fees to any additional licensees.

ESTIMATED FISCAL IMPACT:

**Increase State Revenue – Less than \$100,000
Increase State Expenditures – Not Significant**

**Increase Local Revenue – Less than \$50,000
Increase Local Expenditures – Not Significant**

Assumptions:

- An increase in state revenue due to increased collection of license fees, wine taxes, and sales tax collections. Such increase is estimated to be less than \$100,000.
- An increase in local revenue due to increase collection of license fees, wine taxes, and sales tax collections. Such increase is estimated to be less than \$50,000.
- Any increase in state and local expenditures due to increased enforcement or administrative costs is estimated to be not significant. The increase in state revenue attributable to inspection fees charged to out of state licensees cannot be quantified due to unknown factors related to the costs of conducting the inspections. However, any such increase in revenue is anticipated to offset the increase in expenditures for the oversight of such entities.

CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink, reading "James W. White". The signature is written in a cursive, flowing style with a large initial "J" and "W".

James W. White, Executive Director

/cce